

BOROUGH OF RED BANK

COUNTY OF MONMOUTH

RESOLUTION NO. 10-24

**A RESOLUTION AUTHORIZING A CONTRACT WITH
VFIS BENEFITS DIVISION OF THE AIG LIFE INSURANCE COMPANY
TO PROVIDE GROUP TERM LIFE INSURANCE AND ACCIDENT AND SICKNESS BENEFITS
FOR MEMBERS OF THE RED BANK FIRE DEPARTMENT AND FIRST AID SQUAD**

Mr. Murphy offered the following resolution and moved its adoption:

WHEREAS, the Local Public Contracts Law, N.J.S.A. §40A:11-5(s) permits the Borough to award a contract for the purchase of insurance, including insurance coverage and consultant services without competitive bids; and

WHEREAS, the Borough has provided group term life insurance and accident and sickness insurance benefits for the Volunteer Fire Department and First Aid Squad since 1975 and desires to continue said benefits; and

WHEREAS, the Borough has negotiated the following insurance coverage with the VFIS Benefits Division of the AIG Life Insurance Company:

- a. Group Life Insurance, policy no. GL 50466-84, with an annual premium of \$24,365.64; and
- b. Accident and Sickness Insurance, policy no. 2431-0609C-10, with an annual premium of \$29,896.00; and

WHEREAS, the Borough Administrator and Chief Financial Officer have conducted a review of these policies and have determined that these policies offer features not available from any other insurance providers, including coverage for pre-existing conditions as well as coverage for injuries sustained outside of the territorial limits of the Borough of Red Bank;

NOW, THEREFORE, BE IT RESOLVED that the Mayor and Council of the Borough of Red Bank hereby authorizes the above-described insurance contracts with the VFIS Benefits Division of the AIG Life Insurance Company at an annual premiums of \$24,365.64 and \$29,896.00 for group term life and accident and sickness insurance for the members of the Red Bank Fire Department and First Aid Squad as set forth in the applicable policies;

BE IT FURTHER RESOLVED this contract is made without bidding and in accordance with the requirements of an "Extraordinary Unspecifiable Service" in accordance with N.J.S.A. §40A:11-5(1)(a)(ii) of the Local Public Contracts Law; and

BE IT FURTHER RESOLVED that the Borough Clerk shall publish a brief notice of this award pursuant to N.J.S.A. §40A:11-5(1)(a).

Seconded by Mr. DuPont and adopted on roll call by the following vote:

	Yes	No	Abstain	Absent
Ms. Lewis	(x)	()	()	()
Mr. Zipprich	(x)	()	()	()
Mr. DuPont	(x)	()	()	()
Ms. Horgan	(x)	()	()	()
Ms. Lee	(x)	()	()	()
Mr. Murphy	(x)	()	()	()

Dated: January 11, 2010